STATE OF ILLINOIS SECRETARY OF STATE SECURITIES DEPARTMENT

IN THE MATTER OF: QUADRA PAY LAND, LLC)
and MICHAEL EVANSON,)
and EVANSON FAMILY LP)
and CHARLES WILLIAM KUHN,)

their partners, officers and directors, managers, agents, employees,

affiliates, successors and assigns.

NO. 0500651

TEMPORARY ORDER OF PROHIBITION

TO RESPONDENTS: QUADRA PAY LAND, LLC.

3225 McLeod Drive, Suite 100 Las Vegas, Nevada 89121

And

QUADRA PAY LAND, LLC. 100 Laroe Ln Springfield, Tennessee 38256

And

MICHAEL EVANSON 100 Laroe Ln Springfield, Tennessee 38256

And

EVANSON FAMILY LP 3225 McLeod Drive, Suite 100 Las Vegas, Nevada 89121

And

CHARLES WILLIAM KUHN 961 Beverly Drive Alcoa, Tennessee 37701

On information and belief, I, Jesse White, Secretary of State for the State of Illinois, through my designated representative, who has been fully advised in the premises by the staff of the Securities Department, Office of the Secretary of State, herein find:

- 1. Michael Evanson (hereinafter "Evanson" and collectively with Quadra, Family LP and Kuhn "Respondents") has a last known address of 100 Laroe Ln, Springfield, Tennessee 38256.
- 2. Charles William Kuhn (hereinafter "Kuhn" and collectively with Quadra, Family LP and Evanson "Respondents") has a last known address of 961 Beverly Drive, Alcoa, Tennessee 37701.
- 3. Quadra Pay Land (hereinafter "Quadra" and collectively with Evanson, Family LP and Kuhn "Respondents") is a Nevada limited liability company with last known addresses of 3225 McLeod Drive, Suite 100, Las Vegas, Nevada 89121 and 100 Laroe Ln, Springfield, Tennessee 38256.
- 4. Evanson Family LP (hereinafter "Family LP" and collectively with Quadra, Evanson and Kuhn, "Respondents") was a Nevada domestic limited partnership with a last known address of 3225 McLeod Drive, Suite 100, Las Vegas, Nevada 89121.
- 5. At all times relevant to this Temporary Order of Prohibition, Evanson and Kuhn and the Evanson Family LP were partners of Quadra with authority to enter agreements and act on behalf of Quadra.
- 6. Beginning in March 2005 and continuing through approximately August 2005 Respondents solicited investments from at least one Illinois resident ("Investor") through an internet website and phone calls.
- 7. The Investor was solicited to pay Six Hundred Dollars (\$600.00) for the on-line purchase for each "Option Certificate" for an undivided interest in real estate, specifically one square foot of unspecified land.
- 8. The Investor paid a total of \$3600.00 for six Option Certificates and was promised a return within two days of \$2400.00 for each \$600.00 investment (or a total return of \$14,400.00).
- 9. Respondents' activities described above involve the offer and sale of an investment contract as those terms are defined in Sections 2.1, 2.5 and 2.5a of the Illinois Securities Law of 1953 [815 ILCS 5] (the "Act").

FAILURE TO REGISTER SECURITIES

- 9. Section 5 of the Act provides, *inter alia*, that "all securities except those set forth under Section 2a of this Act...or those exempt...shall be registered...prior to their offer or sale in this State.
- 10. Respondents failed to file an application with the Secretary of State to register the investment contracts as required by the Act, and as a result the investment contracts were not registered as such prior to their or sale in the State of Illinois.
- 11. Section 12.A of the Act provides, *inter alia*, that it shall be a violation of the Act to offer or sell any security except in accordance with the provisions of the Act.
- 12. Section 12.D of the Act provides, *inter alia*, that it shall be a violation of the Act to fail to file with the Secretary of State any application, report or document required to be filed under the provisions of this Act or any rule or regulation made by the Secretary of State pursuant to the Act or to fail to comply with the terms of any order of the Secretary of State issued pursuant to Section 11 hereof.
- 13. By virtue of the foregoing, Respondents violated Sections 12.A and 12.D of the

FRAUD AND DECEIT/MISREPRESENTATIONS AND OMISSIONS

- 14. To date the Investor has received no return of her investment.
- 15. Respondents failed to disclose to Investor any risks involved in the purchase of Option Certificates that could cause the loss of the Investor's \$3600.00.
- 16. Section 12.G of the Act provides, *inter alia*, that it shall be a violation of the Act for any person to obtain money or property through the sale of securities by means of any untrue statement of a material fact or any omission to state a material fact necessary in order to make the statements made, in the light of the circumstances under which they were made, not misleading.
- 17. Section 12.F of the Act provides, *inter alia*, that it shall be a violation of the Act for any person to engage in any transaction, practice or course of business in connection with the sale or purchase of securities which works or tends to work a fraud or deceit upon the purchaser or seller thereof.
- 18. By virtue of the foregoing, Respondents violated Sections 12.G and 12.F of the Act.
- 19. Section 11.F(2) of the Illinois Securities Law of 1953, 815 ILCS 5/1 et seq., ("the Act") provides, inter alia, that the Secretary of State may temporarily prohibit or suspend for a maximum period of 90 days, by an order effective immediately, the offer or sale of securities by any person, if the Secretary of State shall in his or her opinion, based on credible evidence, deem it necessary to prevent an imminent

4

violation of this Act or to prevent losses to investors which the Secretary of State reasonably believes will occur as a result of a prior violation of this Act.

NOW THEREFORE IT IS HEREBY ORDERED THAT: pursuant to the authority granted by Section 11.F of the Act, Respondents Quadra Pay Land, LLC, Michael Evanson, Evanson Family LP, and Charles William Kuhn and their partners, officers and directors, agents, employees, affiliates, successors and assigns are PROHIBITED from offering or selling securities in or from this State until the further Order of the Secretary of State.

NOTICE is hereby given that Respondents may request a hearing on this matter by transmitting such request in writing to the Director, Illinois Securities Department, 69 W. Washington Street, Suite 1220, Chicago, Illinois 60602. Such request must be made within thirty (30) calendar days of the date of entry of the Temporary Order of Prohibition. Upon receipt of a request for hearing, a hearing will be scheduled as soon as reasonably practicable. A request for hearing will not stop the effectiveness of this Temporary Order and will extend the effectiveness of this Temporary Order for sixty days from the date the hearing request is received by the Department.

FAILURE BY ANY RESPONDENT TO REQUEST A HEARING WITHIN THIRTY (30) CALENDAR DAYS AFTER ENTRY OF THIS TEMPORARY ORDER OF PROHIBITION SHALL CONSTITUTE AN ADMISSION OF ANY FACTS ALLEGED HEREIN AND SHALL CONSTITUTE SUFFICIENT BASIS TO MAKE THIS TEMPORARY ORDER OF PROHIBITION FINAL.

Dated: This 23ed day of October 2007

JESSE WHITE
Secretary of State
State of Illinois

James J. Tierney
Enforcement Attorney
Office of the Secretary of State
Illinois Securities Department
69 W. Washington, Suite 1220
Chicago, Illinois 60602
Telephone: (312) 793-9650